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Governor  
State of Missouri



Department of Insurance,  
Financial Institutions and  
Professional Registration  
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## DIVISION OF FINANCE

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Richard J. Weaver  
Commissioner of Finance

September 14, 2012

The attached report represents a consolidation of Reports of Condition and Income filed by state-chartered banks with the Missouri Division of Finance as of June 30, 2012, and a comparison with the statements filed one year earlier. Also included is a comparison of financial statements of state-chartered and national banks.

During the previous twelve months, the number of state-chartered banks and trust companies decreased by one from 281 to 280. Two banks merged into other institutions. One state-chartered bank closed in the period. Two new bank charters were granted when national institutions converted to state-chartered banks.

Assets in state-chartered banks totaled \$94.4 billion on June 30, 2012, an increase of 3.4 percent from one year earlier. Deposits were \$78.7 billion, up 4.1 percent. Total loans were \$54.4 billion on June 30, 2012, down 1.0 percent.

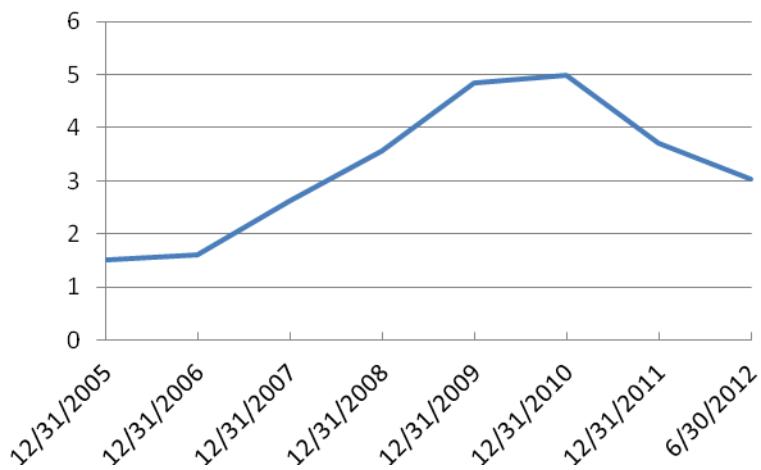
Indicators of continued improvement in the overall condition of state-chartered banks are illustrated in the attached graphs. Evidence of asset quality improvement includes the continued decline in the past due loan ratio: 3.03 percent as compared to 4.08 percent a year ago and 5.0 percent at the end of 2010. This ratio also compares favorably to that of all FDIC insured commercial banks (5.04 percent as of June 30, 2012). Earnings performance continues to improve. At 1.02 percent, the return on assets approximates the return on assets of 0.99 percent for all FDIC insured commercial banks. The June 30, 2012, return on assets for Missouri state-chartered banks surpassed one percent for the first time since 2007. Capital levels remain strong, exceeding national averages. Missouri state-chartered banks had a loan to asset ratio of 57.6 percent as of the end of the second quarter. This compares to 53.0 percent for all FDIC insured commercial banks in the country.

While real improvement in state-chartered banks' condition is noted, the remnants of the economic downturn remain evident in these Reports. As graphically depicted on the next page, the level of foreclosed real estate in relation to total assets remains historically high. Also improving, but still high, is the volume of loan losses in relation to total loans.

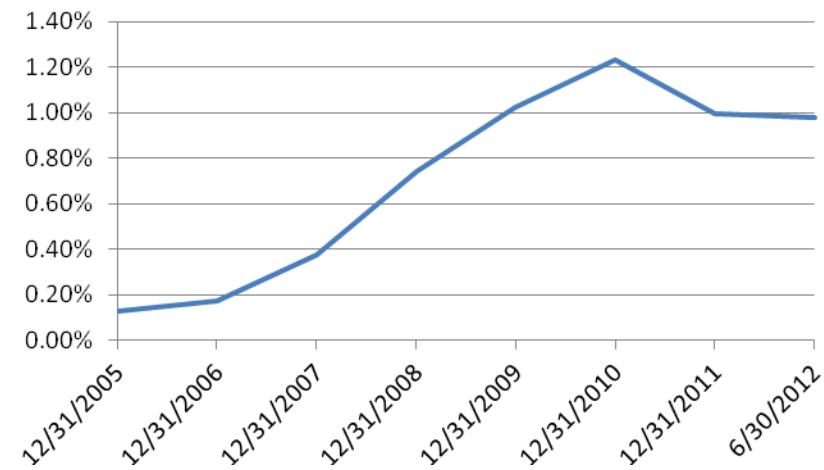
A handwritten signature in black ink that reads "Richard J. Weaver".

Richard J. Weaver  
Commissioner of Finance

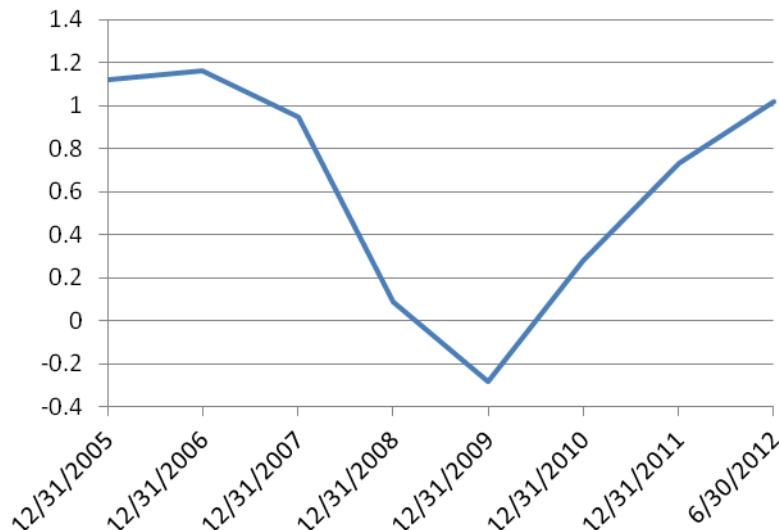
**Percent of loans past due 30 days or more or on nonaccrual**



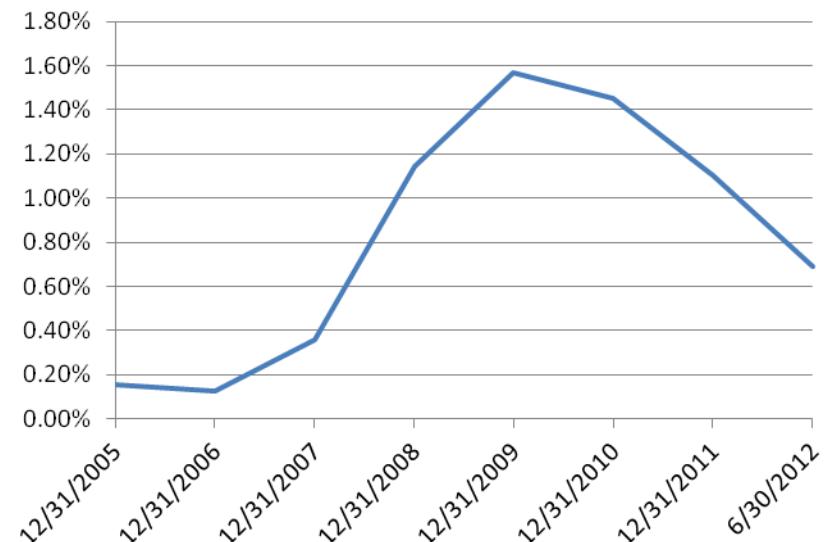
**Other real estate to total assets**



**ROA of state-chartered banks**



**Net loan losses to total loans**



**COMPARATIVE STATEMENT OF CONDITION**  
**STATE BANKS AND TRUST COMPANIES IN MISSOURI**  
**AS OF JUNE 30, 2012**

THOUSANDS OF DOLLARS	274 BANKS 6/30/2012	275 BANKS 6/30/2011	INCREASE DECREASE()	PERCENT CHANGE
<b>ASSETS</b>				
Total Loans	\$54,409,634	\$54,934,103	(\$524,469)	-1.0%
Allowance for Loan Losses	1,108,580	1,218,877	(110,297)	-9.0%
Total Assets	94,432,820	91,302,024	3,130,796	3.4%
<b>LIABILITIES</b>				
Total Deposits	78,705,110	75,630,594	3,074,516	4.1%
Total Equity Capital	9,499,492	9,020,241	479,251	5.3%

OPERATING RATIOS	6/30/2012	6/30/2011	CHANGE
Equity Capital/Assets	10.06%	9.88%	0.18%
Tangible Equity Capital/Assets	9.42%	9.22%	0.20%
Capital and Allowance for Loan Losses/Assets	11.10%	11.07%	0.03%
Total Loans/Assets	57.62%	60.17%	-2.55%
Past Due and Nonaccrual Loans/Total Loans	3.03%	4.08%	-1.05%
Allowance for Loan Losses/Loans	2.04%	2.22%	-0.18%
Average Net Interest Margin	3.89%	3.94%	-0.05%
Return on Assets	1.02%	0.81%	0.21%

**NOTES:**

2011 & 2012 do not include six nondeposit trust companies.

**COMPARATIVE STATEMENT OF CONDITION  
STATE AND NATIONAL BANKS IN MISSOURI  
AS OF JUNE 30, 2012**

MILLIONS OF DOLLARS	6/30/2012			6/30/2011	PERCENT CHANGE
	274 STATE BANKS	29 NATIONAL BANKS	303 ALL BANKS	305 ALL BANKS	
<b>ASSETS</b>					
Cash and Due from Banks	6,592	2,026	8,618	9,145	-5.8%
Investment Securities	27,305	9,677	36,982	31,534	17.3%
Total Loans and Leases	54,410	12,359	66,769	65,633	1.7%
Less: Reserves	1,108	200	1,308	1,406	-7.0%
Federal Funds Sold	1,365	545	1,910	1,924	-0.7%
Fixed Assets	1,887	534	2,421	2,348	3.1%
Other Real Estate	923	226	1,149	1,063	8.1%
Intangible Assets	663	204	867	846	2.5%
Other assets	2,396	646	3,042	2,781	9.4%
<b>TOTAL ASSETS</b>	<b>\$94,433</b>	<b>\$26,017</b>	<b>\$120,450</b>	<b>\$113,868</b>	<b>5.8%</b>
<b>LIABILITIES</b>					
Total Deposits	78,705	21,054	99,759	93,969	6.2%
Deposits over 250M	3,545	695	4,240	4,816	-12.0%
Brokered Deposits	4,319	148	4,467	3,727	19.9%
Federal Funds Purchased	3,328	1,784	5,112	5,152	-0.8%
Other liabilities	2,901	458	3,359	3,670	-8.5%
<b>TOTAL EQUITY CAPITAL</b>	<b>9,499</b>	<b>2,721</b>	<b>12,220</b>	<b>11,077</b>	<b>10.3%</b>
<b>TOTAL</b>	<b>\$94,433</b>	<b>\$26,017</b>	<b>\$120,450</b>	<b>\$113,868</b>	<b>5.8%</b>
<b>EARNINGS</b>					
Interest Income	1,840	450	2,290	2,326	-1.5%
Interest Expense	267	49	316	423	-25.3%
Net Interest Income	1,573	401	1,974	1,903	3.7%
Provision for Loan Losses	165	38	203	270	-24.8%
Net Income	477	110	587	448	31.0%
Cash Dividends	243	54	297	248	19.8%
Net Loan Losses	188	29	217	297	-26.9%